

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-02146A
Peeples Valley Water Company
15811 N. 9th Ave.
Phoenix, AZ 85023

P

RECEIVED

APR 18 2008

AZ CORP COMM
Director Utilities

ANNUAL REPORT

FOR YEAR ENDING

12	31	2007
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FOR COMMISSION USE

ANN 04	07
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PROCESSED BY:

4-17-08

SCANNED

COMPANY INFORMATION

Company Name (Business Name) <u>Peeples Valley Water Company</u>		
Mailing Address <u>P O Box 88006</u>		
(Street)	<u>Phoenix, AZ</u>	<u>85080</u>
(City)	(State)	(Zip)
<u>602-866-2329</u>	<u>602-866-0313</u>	<u>602-432-2516</u>
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address <u>ursaz@aol.com</u>		
Local Office Mailing Address <u>P O Box 494</u>		
(Street)	<u>Yarnell, Az</u>	<u>85362</u>
(City)	(State)	(Zip)
<u>928-427-9446</u>	<u>928-427-9446</u>	
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address _____		

MANAGEMENT INFORMATION

Management Contact: <u>Richard Darnall</u>		<u>Manager</u>
(Name)	(Title)	
<u>P O Box 88006 Phoenix, Az 85080</u>		
(Street)	(City)	(State) (Zip)
<u>602-866-2329</u>	<u>602-866-0313</u>	<u>602-432-2516</u>
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address <u>ursaz@aol.com</u>		
On Site Manager: <u>Carl Valentine</u>		
(Name)		
<u>12173 N. 87th Dr. Peoria, Az 85345</u>		
(Street)	(City)	(State) (Zip)
<u>623-399-3619</u>		<u>623-293-1597</u>
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address <u>carl@graceenvironmental.com</u>		

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: <u>RJay Lloyd</u>			
(Name)			
<u>7501 E. McCormick Pkwy</u>	<u>Scottsdale, Az</u>	<u>85258</u>	
(Street)	(City)	(State)	(Zip)
<u>480-998-8888</u>	<u>480-998-8887</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Attorney: <u>RJay Lloyd</u>			
(Name)			
<u>7501 E. McCormick Pkwy</u>	<u>Scottsdale, Az</u>	<u>85258</u>	
(Street)	(City)	(State)	(Zip)
<u>480-998-8888</u>	<u>480-998-8887</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address _____			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input checked="" type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED


Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|---|-----------------------------------|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input checked="" type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	9,657	3,065	6,592
307	Wells and Springs	113,353	80,971	32,382
311	Pumping Equipment	29,535	27,005	2,530
320	Water Treatment Equipment	26,244	9,759	16,485
330	Distribution Reservoirs and Standpipes	104,683	74,851	29,832
331	Transmission and Distribution Mains	147,739	104,733	43,006
333	Services	27,861	17,685	10,176
334	Meters and Meter Installations	21,167	16,702	5,005
335	Hydrants	5,089	729	4,360
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	1,401	226	1,474
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	486,729	335,726	151,003

This amount goes on the Balance Sheet Acct. No. 108



CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	9,657	3.30	319
307	Wells and Springs	113,353	3.30	3,623
311	Pumping Equipment	29,535	12.50	0
320	Water Treatment Equipment	26,244	3.30/20.0	1,031
330	Distribution Reservoirs and Standpipes	104,683	2.22	2,324
331	Transmission and Distribution Mains	147,739	2.00	2,955
333	Services	27,861	3.33	928
334	Meters and Meter Installations	21,167	8.33	1,808
335	Hydrants	5,089	2.00	102
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	1,401	5.00	29
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	486,729		13,119

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 2,421	\$ 2,114
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	16,528	15,011
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	3,067	2,468
162	Prepayments	782	790
174	Miscellaneous Current and Accrued Assets	43,750	52,472
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 66,548	\$ 72,855
	FIXED ASSETS		
101	Utility Plant in Service	\$ 482,097	\$ 486,729
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	323,790	335,726
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 158,307	\$ 151,003
	TOTAL ASSETS	\$ 224,855	\$ 223,858

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$ 17,816	\$ 20,524
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 17,816	\$ 20,524
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	9,928	10,280
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	121,722	127,352
272	Less: Amortization of Contributions	98,910	104,841
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 32,740	\$ 32,791
	TOTAL LIABILITIES	\$ 40,214	\$ 55,315
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value	251,813	251,813
215	Retained Earnings	(77,513)	(81,270)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 174,300	\$ 170,543
	TOTAL LIABILITIES AND CAPITAL	\$ 224,855	\$ 223,858

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 104,848	\$ 126,711
460	Unmetered Water Revenue		
474	Other Water Revenues	558	509
	TOTAL REVENUES	\$ 105,406	\$ 127,220
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	7,701	6,412
618	Chemicals	6,420	15,148
620	Repairs and Maintenance	26,305	31,778
621	Office Supplies and Expense	1,019	450
630	Outside Services	43,800	43,800
635	Water Testing	5,651	4,952
641	Rents	12,002	12,002
650	Transportation Expenses		
657	Insurance – General Liability	3,202	7
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case	947	2,677
675	Miscellaneous Expense	1,751	1,696
403	Depreciation Expense & Amortization	7,072	7,188
408	Taxes Other Than Income		
408.11	Property Taxes	6,130	4,770
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 122,002	\$ 130,880
	OPERATING INCOME/(LOSS)	\$ (16,596)	\$ (3,660)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	1,030	0
	TOTAL OTHER INCOME/(EXPENSE)	\$ 1,030	\$ 0
	NET INCOME/(LOSS)	\$ (17,624)	\$ (3,660)

COMPANY NAME	Peeples Valley Water Company
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SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ **10,280**

Meter Deposits Refunded During the Test Year

\$ **2,208**

COMPANY NAME	Peoples Valley Water Company		
Name of System	Peoples Valley	ADEQ Public Water System Number:	13-078

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
625279	10	85	115	8	2	1970
563104	10	100	225	8	2	1998

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
2.5	2	3	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
80,000	2	5,000	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME Peeples Valley Water Company	
Name of System: Peeples Valley	ADEQ Public Water System Number: 13-078

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	PVC	3,800
5		
6	PVC	40,200
8	PVC	500
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	184
3/4	8
1	23
1 1/2	5
2	1
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

Chlorine injection on both wells	
Yardney Separator and Excel 1 & 3 micron filters on well #2	

STRUCTURES:

Fencing around both wells and storage tanks	
Elevated concrete pad at well #2	

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: Peeples Valley Water Company	
Name of System: Peeples Valley	ADEQ Public Water System Number: 13-078

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2007

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	218	732	870	
FEBRUARY	212	709	803	
MARCH	221	1,087	1,229	
APRIL	221	1,070	1,231	
MAY	223	1,598	1,790	
JUNE	223	1,746	2,105	
JULY	222	1,629	1,824	
AUGUST	222	1,468	1,644	
SEPTEMBER	221	1,352	1,878	
OCTOBER	221	1,029	1,183	
NOVEMBER	224	905	1,091	
DECEMBER	219	695	778	
TOTALS →		14,022	16,376	

What is the level of arsenic for each well on your system? .001 mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? 1,000 GPM for 4 hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
(☒) Yes () No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
() Yes (☒) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
() Yes (☒) No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME Peeples Valley Water Company

YEAR ENDING 12/31/2007

PROPERTY TAXESAmount of actual property taxes paid during Calendar Year 2007 was: \$ 4,770

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

PEEPLS VALLEY WATER CO. P.O. BOX 2000 PHOENIX, AZ 85001		2631
PAY TO THE ORDER OF	DATE <u>4/27/07</u>	26245
<u>Rose D. Jacobs - Yavapai County Treasurer</u>	\$ <u>3,304.76</u>	
<u>Three Thousand Sixty Four & 76/100</u>	DOLLARS & CENTS	
CHASE		
FOR <u>420-05-21-2</u>	<u>Richard D. Bennett</u>	
	007276747	0000306461

PEEPLS VALLEY WATER CO. P.O. BOX 2000 PHOENIX, AZ 85001		2687
PAY TO THE ORDER OF	DATE <u>10/29/07</u>	26243
<u>Rose D. Jacobs - Yavapai County Treasurer</u>	\$ <u>2,385.12</u>	
<u>Twenty Three Hundred Eighty Five & 12/100</u>	DOLLARS & CENTS	
CHASE		
FOR <u>420-05-21-2</u>	<u>Richard D. Bennett</u>	
	007276747	0000238512

**VERIFICATION
AND
SWORN STATEMENT**
Taxes

RECEIVED

APR 18 2008

CORP COMM
Director Utilities

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)
Maricopa
NAME (OWNER OR OFFICIAL) TITLE
Dave Hall President
COMPANY NAME

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

[Signature]

SIGNATURE OF OWNER OR OFFICIAL

480-998-8888

TELEPHONE NUMBER

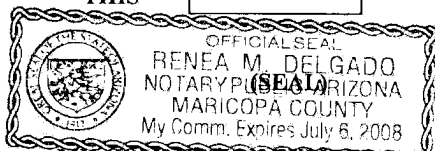
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

14th

DAY OF



MY COMMISSION EXPIRES

7/6/08

COUNTY NAME

Maricopa

MONTH

April

2008

[Signature]

SIGNATURE OF NOTARY PUBLIC

COMPANY NAME Peeples Valley Water Company YEAR ENDING 12/31/2007

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported **N/A** _____
Estimated or Actual Federal Tax Liability _____

State Taxable Income Reported _____
Estimated or Actual State Tax Liability _____

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

4-14-08
DATE

DAVE HALL
PRINTED NAME

VP FINANCE
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

APR 1 2008

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
Maricopa
NAME (OWNER OR OFFICIAL) TITLE
Dave Hall President
COMPANY NAME
Peoples Valley Water Company

ARIZONA CORPORATION COMMISSION
Director of Utilities

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2007 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 127,220

(THE AMOUNT IN BOX ABOVE

INCLUDES \$ 0

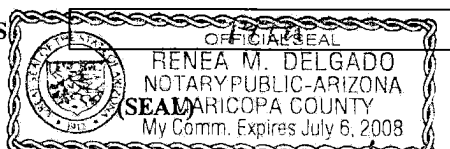
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



DAY OF

COUNTY NAME	<u>Maricopa</u>	
MONTH	<u>April</u>	<u>2008</u>

Renea M. Delgado
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES

7/6/08

TELEPHONE NUMBER

480-998-8888

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only**

RECEIVED

APR 17 2008

2 CORP COMM
Director Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Maricopa	
NAME (OWNER OR OFFICIAL) Dave Hall	TITLE President
COMPANY NAME Peoples Valley Water Company	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

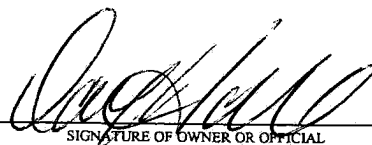
IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2007 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 134,856

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 8,145
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

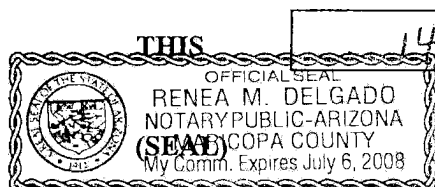

SIGNATURE OF OWNER OR OFFICIAL

480-998-8888

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

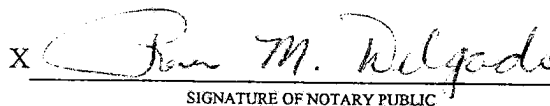
A NOTARY PUBLIC IN AND FOR THE COUNTY OF



MY COMMISSION EXPIRES

7/6/08

NOTARY PUBLIC NAME	<u>Renea M. Delgado</u>
COUNTY NAME	<u>Maricopa</u>
MONTH	<u>April</u>
	<u>2008</u>

X 
SIGNATURE OF NOTARY PUBLIC